GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industries & Commerce Department - Proposal of AMG Metals & Materials Pvt. Ltd. for setting up of 1.0 Mn TPA green aluminium smelter at Uppada, Kakinada District with an investment of ₹44,000 crore and employment generation potential for 3000 persons - Extending certain special package of incentives - Orders - Issued.

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INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.MS.No. 210 Dated: 12-11-2025

Read the following:

1. Proposal of M/s. AMG Metals & Materials Pvt. Ltd. dt:13.10.2025
2. Minutes of the 16th State Investment Promotion Committee meeting held on 04.11.2025.
3. Minutes of the 12th State Investment Promotion Board meeting held on 07.11.2025.

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ORDER:

In the reference 1st read above, AMG Metals & Materials Pvt. Ltd. have proposed that AMG Metals & Materials Private Limited is a newly incorporated entity undertaking this project with the strategic support of its parent company, AM Green B.V., incorporated in the Netherlands. The company proposes to establish a 1.0 Mn TPA green aluminium smelter at Uppada, Kakinada District, Andhra Pradesh, powered entirely by renewable energy. The facility will manufacture primary aluminium and downstream products, with a total investment of ₹44,000 crore and an employment generation potential of over 3,000 persons. The firm owns about 800 acres in Uppada Village, Pithapuram Mandal, Kakinada District and seeks the support to acquire upto 250 acres to have contiguous block of lands.

2. As per the proposal, the investment details under the project are given below:-

Sl.No.	Activity	Phase-I (INR Cr)	Phase-II (INR Cr)	Total (INR Cr)
1	Land & Land Development	1650	150	1800
2	Building & Civil Works	1750	1200	2950
3	Plant & Machinery	15150	15150	30300
4	Miscellaneous fixed Assets	1600	500	2100
	Fixed Capital Investment	**20150**	**17000**	**37,150**
5	Pre operative expenses	350	250	600
6	Contingencies & IDC	2700	1800	4500
7	Work Capital Margin	1050	700	1750
	Total (INR Cr)	**24250**	**19750**	**44,000**

3. Similarly, the capacity and the project implementation milestones as given

by the firm is as follows:-

	Production Capacity	Investment (INR Cr)	Direct Employment	Timeline for DCP
Phase – 1	0.5 Mn TPA	24,250	1,500	March – 2029
Phase – 2	0.5 Mn TPA	19,750	1,500	2030
Total	**1 Mn TPA**	**44,000**	**3,000**	

4. Accordingly, the proposal was placed before the State Investment Promotion Board (SIPB) meeting held on 07.11.2025 with recommendations of State Investment Promotion Committee (SIPC) in its meeting held on 04.11.2025. The SIPB after detailed discussion, has recommended the proposal of AMG Metals & Materials Pvt. Ltd. for setting up of 1.0 Mn TPA green aluminium smelter at Uppada, Kakinada District with an investment of ₹44,000 crore and employment generation potential for 3000 persons.

5. Government, after careful consideration of the decision of the State Investment Promotion Board, hereby extend the following special package of incentives to AMG Metals & Materials Pvt. Ltd. for setting up of 1.0 Mn TPA green aluminium smelter at Uppada, Kakinada District:

a. Approved for allotment of upto 250 acres of land through 'LA for Others' route, at actual cost.
b. Facilitation of external infrastructure and other facilitations such as

    i. Connectivity to STU through green corridor (Power demand 2000-2500 MW)
    ii. Allocation of necessary water (17.2 MLD) and other enabling infrastructure
    iii. Recognition of the project as Mega Industrial project and facilitate single desk clearances and obtain necessary support from all departments of GoAP
    iv. Permission for water-front access for multi-purpose Barge Dock - I&I Department to examine the request and facilitate.

c. Grant of following tailor-made incentives for Phase-I and Phase-2 of 1.0 Mn TPA Green Aluminium Smelter at Uppada Village, Pithapuram Mandal, Kakinada District with Fixed Capital Investment of INR 37,150 Crores generating an employment of 3,000 people, in Phase-1 and Phase-2, contingent upon completion of the Fixed Capital Investment in Phase-I by March 2029 and Phase-2 by 2030:

    i. Investment subsidy of 15% on Fixed Capital Investment, limited to INR 5,233 crore and to be disbursed over a period of 10 years from DCP.
    ii. 100% exemption of Electricity Duty for 25 years from DCP, limited to INR 33.12 Crore per annum.
    iii. Allocation of required water at concessional rates for 25 years from DCP, with concession limited to INR 14.44 Crore per annum
    iv. 100% waiver of Stamp Duty, Land Conversion Fee & Registration Fee on 250 acres land purchase, limited to INR 28 Crore

d. In respect of incentives related to Energy department, the Energy

Department and I&C Department shall work out a wholistic solution of exploring a model of constructing a exclusive transmission corridor for Green Energy from Rayalaseema area to Nellore, Amaravati, Kakinada, Pudimadaka and Vizag industrial areas, by forming a consortium of major companies with Government of Andhra Pradesh such as AM Green / Greenko, AMNSI, NTPC (for their Green H2 hub in Pudimadaka), etc and executing and maintaining the exclusive green energy transmission circuit by themselves, duly leveraging the GoI funds available in this regard. This may become a model for the country and also, will resolve the issues of emerging requests for energy related incentives on green energy supply to major industries across the State.

6. The Special Chief Secretary/Principal Secretary/Secretary of the concerned departments such as Power, Water Resources Department, Industry and Commerce (CIP), I&I Department, Revenue (Land, Registration and Stamps), Finance Department and other departments concerned are requested to take further necessary action accordingly, duly instructing their HODs and PSUs under them for expeditious grounding and implementation of the project.

7. The Vice Chairman & Managing Directing, Andhra Pradesh Industrial Infrastructure Corporation Limited, Mangalagiri and the Director of Industries, Andhra Pradesh shall take further necessary action accordingly in coordination with the line Departments.

8. As envisaged under the Andhra Pradesh Industrial development Policy (4.0) 2024-29, the Director of Industries shall assign the handholding for facilitations of all the inputs as required for expeditious grounding and implementation of this project to a senior level officer and should try to ensure that the project is implemented as per the expected timelines, duly facilitating the required approvals and clearances under the Single Desk Portal 2.0 and duly implementing the project as per the intended spirit of the Speed of Doing Business.

9. The Director of Industries, A.P., Mangalagiri should ensure that the PMU with the Department monitors the progress of the project, duly bringing the issues that are to be resolved, to the respective line departments, from time to time and resolve the issues and intimate the status of the progress of the project to the Government from time to time and bring the issues for resolution at the government end, if any, for smooth execution of the project.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

N YUVARAJ
SECRETARY TO GOVERNMENT

To
The Vice Chairman & Managing Director, APIIC Ltd., Mangalagiri.
The Director of Industries, A.P., Mangalagiri.
The CEO, APEDB, Mangalagiri.
The AMG Metals and Materials Pvt. Ltd.
The Special CS/Principal Secretary/Secretary of the concerned department viz,
The Revenue (Land, Registration and Stamps) Department,
The Finance Department,

The PR&RD Department,
The MA&UD Department,
The EFS&T Department,
The Energy Department,
The Water Resource Department,
The Roads and Buildings Department,
The Skill Development Department,
The Infrastructure and Investment Department,
The Industry and Commerce (Mines-III) Department
The Collector & District Magistrate, Kakinada District.
Copy to:
The Finance (FMU-I&I, Energy and I&C) Department.
The Revenue (CT) Department.
The Law (H) Department
The Accountant General, Andhra Pradesh.
The Chief Commissioner of Taxes.
The P.S. to Secretary to Hon'ble Chief Minister.
The P.S. to Hon'ble Minister for Ind. &Comm. Food Processing.
The P.S. to Chief Secretary to Government of Andhra Pradesh.
The P.S. to Secretary to Government & CIP, Ind. & Com. Department.
The G.A. (Cabinet.I) Deptt. w.r.t. the Council Resolution No.504/2025,
Dt:10.11.2025
SC/SF.(3011143)

//FORWARDED::BY ORDER//

SECTION OFFICER